

Message Text

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64

ACTION ARA-20

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03

NSAE-00 NSC-10 PA-04 RSC-01 PRS-01 SPC-03 SS-20

USIA-15 SAM-01 AID-20 EB-11 COME-00 TRSE-00 CIEP-02

IGA-02 OMB-01 INT-08 AGR-20 DRC-01 /164 W

----- 093003

R 192133Z FEB 74

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC 7513

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EO 11652: N/A

TAGS: IDB, CI

SUBJECT: CHILE AND THE IDB

REF: SANTIAGO 780

1. FEBRUARY 19 SANTIAGO NEWSPAPERS CARRIED PROMINENT STORIES THAT IDB HAD AGREED TO LOAN TO GOC \$171 MILLION FOLLOWING DISCUSSIONS WITH BANK MISSION HERE (REFTEL). PROJECTS REPORTEDLY APPROVED WERE FOR ENDESA HYDROELECTRIC DAM AT ANTUCO (\$70 MILLION); AGRICULTURAL RECONSTRUCTION (\$25 MILLION); CHILEAN DEVELOPMENT CORPORATION - CORFO - PROJECTS (\$10 MILLION); REFORESTATION (\$15 MILLION); IRRIGATION, HIGHWAY AND SANITATION FACILITIES (\$45 MILLION); AND SOCIAL DEVELOPMENT IN CITIES AND LOW INCOME NEIGHBORHOODS (\$6 MILLION). IMPLIED SOURCE OF ABOVE INFORMATION WAS HIGH MINISTRY OF ECONOMY OFFICIAL.

2. LOCAL IDB SOURCE SAYS NO BANK LOANS HAVE YET BEEN APPROVED. HE NOTED THAT SOME OF ABOVE PROJECTS HAVE BEEN CONSIDERED FOR SEVERAL YEARS, WHILE OTHERS ARE NEW AND WOULD NOT REACH STAGE OF FINAL BANK DECISION FOR AT LEAST ONE YEAR. WE UNDERSTAND FROM OTHER SOURCES THAT ENDESA PROJECT (\$68.9 MILLION) IS PRACTICALLY APPROVED AND ONLY LACKS AGREEMENT

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ON A FEW DETAILS. (AIRGRAM FOLLOWS ON THIS LOAN.) OTHER

PROJECTS THAT IDB MISSION DISCUSSED WITH GOC OFFICIALS
INCLUDE: AGRICULTURAL SECTOR CREDIT (UNDER SPECIAL FUND)
OF \$20 MILLION, MOSTLY FOR IMPORTS, THAT MAY BE APPROVED
IN EARLY APRIL 1974; TELECOMMUNICATIONS EQUIPMENT OF \$20
MILLION TO ENTEL; IN COOPERATION WITH IDB \$40 MILLION IN FX
FINANCING FOR CORFO INDUSTRIAL DEVELOPMENT PROJECTS; ENAP
NATURAL GAS EXPLOITATION IN MAGALLANES, UP TO \$75 MILLION;
AND REFORESTATION, ABOUT \$15 MILLION.

3. COMMENT: IT IS UNCLEAR WHETHER ERRONEOUS PRESS COVERAGE
IN THIS CASE WAS DELIBERATE ON PART OF GOC OR RESULTED FROM
SLOPPY REPORTING OR PR WORK.
POPPER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PRESS COMMENTS, LOANS, HYDROELECTRIC POWER PLANTS, DAMS, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Draft Date: 19 FEB 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974SANTIA00804
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: SANTIAGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740224/aaaaawle.tel
Line Count: 74
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Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: SANTIAGO 780
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 11 SEP 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <11 SEP 2002 by kelleyw0>; APPROVED <11-Sep-2002 by MorefiRH>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CHILE AND THE IDB
TAGS: EAID, EIND, CI, IDB
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005